WESTERN MASSACHUSETTS ELECTRIC COMPANY

MDTE No. 1001C Cancels MDTE No. 1001B

RESIDENTIAL SPACE HEATING SCHEDULE R-3 Page 1 of 2

APPLICABILITY:

This rate is applicable to the entire electrical requirements in single-family residences, residential outbuildings, farms, and individual apartments where residential uses of electricity constitute more than 50% of customers' energy use, and to common area use of condominiums.

This rate is mandatory for customers who use electric energy as the primary space heating source, and who enter into an agreement with the Company for a period of not less than twelve (12) months. The primary space heating source criteria will be considered to be met if the majority of the rooms in the dwelling unit have a permanently installed electric heating system.

All electricity shall be measured through one meter except where the customer has been receiving service under two rate schedules requiring two meters. In such latter case the registrations of the two meters shall be added for billing under this rate. All electricity delivered hereunder shall be for the exclusive use of the customer and shall not be resold.

RATE - Per month:

DISTRIBUTION CHARGES:

CUSTOMER CHARGE \$8.49

ENERGY CHARGE \$0.02967 per kWh

Transition Charge: \$0.03141 per kWh

Transmission Charge: \$0.00309 per kWh

SUPPLIER SERVICE OPTIONS:

Standard Service As Per Tariff

DEFAULT SERVICE As Per Tariff

THIRD-PARTY SUPPLY As Per Standard or Default Service

Tariffs

RATE ADJUSTMENTS

This rate will be adjusted as provided in the Company's Demand Side Management and Renewable Energy Adjustments.

Issued per Order in DTE 97-120 dated

For Consumption On and After July 1, 1998

WESTERN MASSACHUSETTS ELECTRIC COMPANY

MDTE No. 1001C Cancels MDTE No. 1001B

RESIDENTIAL SPACE HEATING SCHEDULE R-3 Page 2 of 2

TRANSITION COST ADJUSTMENT

The Transition charges and terms under this rate includes a Transition Cost Adjustment Charge set in accordance with the Company's Transition Cost Adjustment.

TRANSMISSION COST ADJUSTMENT

Transmission service charges for all customers taking service under this rate shall be set in accordance with the Company's Transmission Cost Adjustment.

REGULAR USE MINIMUM MONTHLY CHARGE:

The minimum charge is the customer charge. Any customer receiving a regular zero kilowatthour bill will be assumed to be an undeclared seasonal customer and will be billed at the applicable customer charge.

SEASONAL MINIMUM CHARGE:

For declared seasonal customers, the minimum charge during their active season shall be the customer charge. For their inactive season, the minimum bill shall be the sum of the applicable customer charge for each month less \$9.00. This minimum charge shall be due and payable with the first active season monthly bill.

The Company's seasonal service provision is available to customers who, after publication of a notice to the Company, elect either an active winter season (the billing months of November through April) or an active summer season (the billing months of May through October).

TERMS:

The Company's Terms and Conditions in effect from time to time, where not inconsistent with any specific provisions hereof, are a part of this rate schedule.